Introduced by Senator Sher

February 19, 1998

An act to amend Sections 25173.7 and 25205.15 of the Health and Safety Code, relating to hazardous waste.

LEGISLATIVE COUNSEL'S DIGEST

SB 1916, as introduced, Sher. Toxic Substances Control Account: manifest fees.

(1) Under existing law, the Environmental Cleanup and Fee Reform Act of 1997 creates the Toxic Substances Control Account in the General Fund, as of July 1, 1998, and requires specified funds to be deposited in that account. The funds deposited in the account are appropriated to the Department of Toxic Substances Control for specified purposes, including, among other things, the unified hazardous waste hazardous materials management Existing program. law statement of legislative intent concerning appropriation of funds from the account by the annual Budget Act, including a statement that it is the intent of the Legislature to appropriate not more than \$1,200,000 for the purpose of implementing the unified program.

This bill would revise the statement of legislative intent to delete the statement regarding the appropriation of funds in the account for the unified hazardous waste and hazardous material program and would additionally state that it is the intent of the Legislature to appropriate not less than \$1,050,000, in the annual Budget Act to establish and implement a program to encourage hazardous waste generators to implement pollution prevention measures.

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(2) Existing law requires a specified fee to be paid for each manifest form used before June 30, 1998, except as specified, and requires the department to impose a specified manifest fee system after June 30, 1998, that excludes certain wastes that are recycled. Existing law requires the department to annually expend \$1,050,000, commencing with the 1999–2000 fiscal year, upon appropriation by the Legislature, from the manifest fees deposited in the Hazardous Waste Control Account, to encourage hazardous waste generators to implement pollution prevention measures.

This bill would repeal the requirement that funds be expended from the manifest fees deposited in the Hazardous Waste Control Account for pollution prevention measures.

Vote: majority. Appropriation: no. Fiscal committee: yes. State-mandated local program: no.

The people of the State of California do enact as follows:

- 1 SECTION 1. Section 25173.7 of the Health and Safety 2 Code is amended to read:
- 3 25173.7. (a) It is the intent of the Legislature that 4 funds deposited in the Toxic Substances Control Account 5 shall be appropriated in the annual Budget Act each year 6 in the following manner:
- 7 (1) Not less than six million seven hundred fifty 8 thousand dollars (\$6,750,000) to the Site Remediation 9 Account in the General Fund for direct site remediation 10 costs, as defined in Section 25337. The amount specified 11 in this paragraph shall be increased in any fiscal year by 12 the amount of increased revenues specified by the 13 Legislature in the Budget Act for that fiscal year pursuant 14 to subdivision (f) of Section 25205.6.
- 15 (2) Not less than four hundred thousand dollars (\$400,000) to the Expedited Site Remediation Trust Fund 17 in the State Treasury, created pursuant to subdivision (a) 18 of Section 25399.1, for purposes of paying the orphan 19 share of response costs pursuant to Chapter 6.85 20 (commencing with Section 25396).
- 21 (3) Eight million dollars (\$8,000,000) for purposes of 22 the administration of the units of the department

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specified in paragraph (2) of subdivision (b) of Section 2 25173.6.

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- (4) Not more than one million two hundred thousand dollars (\$1,200,000) for purposes of implementing the unified hazardous waste and hazardous materials regulatory program established pursuant to Chapter 6.11 (commencing with Section 25404) Not less than one million fifty thousand dollars (\$1,050,000) for purposes of establishing and implementing a program to encourage waste generators to implement pollution 10 hazardous prevention measures. The program shall be administered administrative expenditure pursuant to and criteria established by the Legislature.
- (5) Not more than five hundred thousand dollars 15 (\$500,000) for purposes of the administration 16 collection of the fees specified in paragraph (14) of subdivision (b) of Section 25173.6.
- (6) Funds not appropriated as specified in paragraphs 19 (1) to (5), inclusive, may be appropriated for any of the purposes specified in subdivision (b) of Section 25173.6, except the purposes specified in subparagraph (C) of paragraph (1) of, and paragraph (14) of, subdivision (b) of Section 25173.6.
- (b) The amounts specified in paragraphs (1) to (5), 25 inclusive, of subdivision (a) are the amounts that the 26 Legislature intends to appropriate for the 1998–99 fiscal year. Beginning with the 1999–2000 fiscal year, and for 28 each fiscal year thereafter, the amounts shall be adjusted annually to reflect increases or decreases in the cost of living during the prior fiscal year, as measured by the Consumer Price Index issued by the Department of Industrial Relations or by a successor agency.
- 33 SEC. 2. Section 25205.15 of the Health and Safety 34 Code is amended to read:
- 25205.15. (a) Except for the first four manifests used 35 36 in a calendar year by a business with less than 100 employees, and except as provided in subdivision (b), the 37 38 department shall impose a fee of twelve dollars (\$12) for each California Uniform Hazardous Waste Manifest form

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used on or before June 30, 1998, by any person in the following manner:

- (1) The Governor may, in his or her discretion, order 3 the department to refund three-quarters of the amount 5 of manifest fees paid on manifests used during the 1991 calendar year.
- (2) On and after the 1992 calendar year, for all manifests used on or before June 30, 1998, the manifest fee shall be assessed on all manifests used in the calendar year 10 ending prior to the start of the fiscal year in which the billing occurs.
- (b) The manifest fee for any manifest that is used on 13 or before June 30, 1998, solely for wastes that are to be 14 recycled is six dollars (\$6) and the total amount of 15 manifest fees paid in a calendar year for these manifests 16 shall not exceed five thousand dollars (\$5,000) for each hazardous waste identification number issued either by department or the Environmental Protection Agency.
- (c) On and after June 30, 1998, in addition to any fees 21 to cover printing and distribution costs, the department shall impose a manifest fee of seven dollars and fifty cents 23 (\$7.50) for each California Hazardous Waste Manifest 24 form used after June 30, 1998, by any person, in the 25 following manner:
- (1) Except as provided in paragraph (2), on and after 27 July 1, 1998, the department shall bill generators for each 28 California Uniform Hazardous Waste Manifest form, 29 manifest number, or electronic equivalent used after 30 June 30, 1998. The billing frequency specified by the department may range from monthly to quarterly, with 32 the payment by the generator required within 30 days 33 from the date of receipt of the billing, and shall be 34 determined based on consultation with the regulated 35 community. In preparing the bills, the department shall 36 distinguish between manifests used solely for recycled 37 hazardous wastes and those used for nonrecycled 38 hazardous wastes.
- (2) On July 1, 2000, the department shall determine if 39 40 revenues from the manifest fee as collected pursuant to

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paragraph (1) will equal or exceed one million seven hundred thousand dollars (\$1,700,000) for the 1999–2000 fiscal year. If the department determines that manifest fee revenues will not equal or exceed one million seven hundred thousand dollars (\$1,700,000) for the 1999-2000 fiscal year, the manifest fee shall instead, commencing July 1, 2000, be collected at the time of original sale of the manifest or distribution of manifest 9 electronic equivalent to users department for all manifests that will be used after June 10 11 30, 1998. 12

(3) The manifest fee shall not be collected on the use of California Hazardous Waste Recycling Manifests that are used solely for hazardous wastes that are recycled.

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- (4) On or before June 30, 1998, the department shall 16 implement a system for the use of manifests that, after that date, distinguishes between recycling manifests used solely for hazardous wastes that are to be recycled and general manifests that may be used for transporting waste 20 for any purpose.
- (5) If a person uses a recycling manifest that is 22 designated for recycled hazardous wastes for other types of hazardous waste, the person shall pay the manifest fee provided for in this subdivision and an additional error 25 correction fee of twenty dollars (\$20) per manifest, as 26 required pursuant to Section 25160.5. However, the department shall provide the manifest user with a 28 reasonable opportunity to notify the department of any 29 incorrect use of the recycling manifest and provide the 30 department with the appropriate manifest fee payment without additional fines, penalties, or payment of the error correction fee.
- (6) The department may adopt regulations to 34 implement manifest fee and administer the system imposed pursuant to this subdivision.
 - (d) (1) The department shall expend the sum of one million dollars (\$1,000,000) from the manifest fees deposited in the Hazardous Waste Control Account, upon appropriation by the Legislature in the annual Budget Act, to cover the one-time costs of implementing changes

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to the hazardous waste manifest tracking system during the 1998–99 fiscal year.

(2) On and after July 1, 1999, commencing with 1999–2000 fiscal year and annually thereafter, the department shall expend, upon appropriation by the 5 6 Legislature in the annual Budget Act, not less than one million fifty thousand dollars (\$1,050,000) from the manifest fees, deposited in the Hazardous Waste Control Account, to establish a program to encourage hazardous 9 10 waste generators to implement pollution prevention measures. The program shall be administered pursuant to 12 administrative and expenditure criteria to be established 13 by the Legislature.

14 (e) The manifest fees shall be deposited in 15 Hazardous Waste Control Account and be available for 16 expenditure, upon appropriation by the Legislature.